TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 798 – HB 935

March 17, 2017

SUMMARY OF ORIGINAL BILL: Authorizes the Alcoholic Beverage Commission (ABC), to fine a licensee up to \$10,000 for second violation of sales to minors, and to require retraining of respective employees. Deletes automatic revocation of licenses for violations of on premise consumption law. Specifies requirements regarding infused alcoholic beverages. Authorizes hotels to sell sealed packages of alcoholic beverages. Authorizes the ABC to certify an online training program for alcohol awareness. Requires liquor-by-the-drink (LBD) taxes to be included in menu prices or for customers to be advised that alcoholic beverages are subject to the tax.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Revenue – Exceeds \$70,000

Increase Local Revenue – Exceeds \$35.000

SUMMARY OF AMENDMENT (005168): Deletes language in the original bill that: (1) authorizes a fine up to \$10,000 and requires retraining of employees for sales to minors; (2) deletes the automatic revocation of licenses for violations of on premise consumption law; and (3) authorizes hotels to sell sealed packages of alcoholic beverages.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- Any impact on overall licensing is estimated to be not significant.
- Certifications of online training programs can be completed within existing resources of the ABC.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista M. Lee, Executive Director

Krista M. Lee

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